Department of Defense

- (i) When based on total cost neither the normal use allowance nor depreciation will apply—
- (A) During the special use allowance period; and
- (B) After the educational institution has recovered the total construction or acquisition cost from the Government or other users.
- (ii) When based on partial cost, normal use allowance and depreciation—
- (A) Apply to the balance of costs during the special use allowance period to the extent negotiated in the special use allowance agreement; and
- (B) Do not apply after the special use allowance period, except for normal use allowance applied to the balance.
- (3) During the special use allowance period, the research facility—
- (i) Shall be available for Government research use on a priority basis over nongovernment use; and
- (ii) Cannot be put to any significant use other than that which justified the special use allowance, unless the head of the contracting activity, who approved the special use allowance, consents.
- (4) The Government will pay only an allocable share of the special use allowance when the institution makes any substantial use of the research facility for parties other than the Government during the period when the special use allowance is in effect.
- (5) In no event shall the institution be paid more than the acquisition costs.

[56 FR 36416, July 31, 1991, as amended at 60 FR 29500, June 5, 1995]

235.016 Broad agency announcement.

To help achieve the goals of Section 1207 of Public Law 99-661 (see part 226), contracting officers shall—

- (1) Whenever practicable, reserve discrete or severable areas of research interest contained in broad agency announcements for exclusive competition among historically black colleges and universities and minority institutions;
 - (2) Indicate such reservation—
- (i) In the broad agency announcement; and
- (ii) In the announcement synopsis (see 205.207(d)(v)).

235.017 Federally Funded Research and Development Centers.

(a) Policy.

(2) No DoD fiscal year 1992 or later funds may be obligated or expended to finance activities of a DoD Federally Funded Research and Development Center (FFRDC) if a member of its board of directors or trustees simultaneously serves on the board of directors or trustees of a profit-making company under contract to DoD, unless the FFRDC has a DoD-approved conflict of interest policy for its members (section 8107 of Pub. L. 102–172 and similar sections in subsequent Defense appropriations acts).

[58 FR 28471, May 13, 1993]

235.017-1 Sponsoring agreements.

(c)(4) DoD-sponsoring FFRDCs that function primarily as research laboratories (C3I Laboratory operated by the Institute for Defense Analysis, Lincoln Laboratory operated by Massachusetts Institute of Technology, and Software Engineering Institute) may respond to solicitations and announcements for programs which promote research, development, demonstration, or transfer of technology (Section 217, Public Law 103–337).

[60 FR 61598, Nov. 30, 1995]

235.070 Indemnification against unusually hazardous risks.

235.070-1 Indemnification under research and development contracts.

- (a) Under 10 U.S.C. 2354, and if authorized by the Secretary concerned, contracts for research and/or development may provide for indemnification of the contractor or subcontractors for—
- (1) Claims by third persons (including employees) for death, bodily injury, or loss of or damage to property; and
- (2) Loss of or damage to the contractor's property to the extent that the liability, loss, or damage—
- (i) Results from a risk that the contract defines as "unusually hazardous:"
- (ii) Arises from the direct performance of the contract; and
- (iii) Is not compensated by insurance or other means.

235.070-2

(b) Clearly define the specific unusually hazardous risks to be indemnified. Submit this definition for approval with the request for authorization to grant indemnification. Include the approved definition in the contract.

[56 FR 36416, July 31, 1991, as amended at 64 FR 51076, Sept. 21, 1999]

235.070-2 Indemnification under contracts involving both research and development and other work.

These contracts may provide for indemnification under the authority of both 10 U.S.C. 2354 and Public Law 85–804. Public Law 85–804 will apply only to work to which 10 U.S.C. 2354 does not apply. Actions under Public Law 85–804 must also comply with FAR subpart 50.4.

235.070-3 Contract clauses.

When the contractor is to be indemnified in accordance with 235.070-1, use either—

- (a) The clause at 252.235-7000, Indemnification Under 10 U.S.C. 2354—Fixed Price; or
- (b) The clause at 252.235-7001, Indemnification Under 10 U.S.C. 2354—Cost-Reimbursement, as appropriate.

235.071 Additional contract clauses.

- (a) Use the clause at 252.235–7002, Animal Welfare, or one substantially the same, in solicitations and contracts awarded in the United States, its possessions, and Puerto Rico involving research on live vertebrate animals.
- (b) Use the clause at 252.235-7003, Frequency Authorization, in solicitations and contracts for developing, producing, constructing, testing, or operating a device requiring a frequency authorization.
- (c) Use the clause at 252.235-7010, Acknowledgement of Support and Disclaimer, in solicitations and contracts for research and development.
- (d) Use the clause at 252.235-7011, Final Scientific or Technical Report, in solicitations and contracts for research and development.

[56 FR 36416, July 31, 1991, as amended at 60 FR 29500, June 5, 1995]

Subpart 235.70—Research and Development Streamlined Contracting Procedures

SOURCE: 63 FR 34605, June 25, 1998, unless otherwise noted.

235.7000 Scope.

This subpart prescribes streamlined procedures for acquiring research and development, using a standard solicitation and contract format and the capabilities of the World Wide Web.

235.7001 Definitions.

As used in this subpart—

- (a) Research and development streamlined contract (RDSC) means—
- (1) A contract that results from use of the research and development streamline solicitation; or
- (2) Any other contract prepared in the standard format published at the RDSS/C website.
- (b) Research and development streamlined solicitation (RDSS) means a solicitation issued in accordance with 235,7003.
- (c) RDSS/C website means the site on the World Wide Web at "http://www.rdss.osd.mil/" where research and development streamlined solicitation and contracting information is published.

235.7002 Applicability.

- (a) Except as provided in paragraph (b) of this section, consider using the procedures in this subpart for acquisitions that—
- (1) Will result in the award of a costreimbursement contract; and
- (2) Meet the criteria for research and development as defined in 235.001 and FAR 35.001.
- (b) Do not use the procedures in this subpart for—
- (1) Contracts to be performed outside the United States and Puerto Rico;
- (2) Contracts denominated in other than U.S. dollars:
- (3) Acquisitions using simplified acquisition procedures;
- (4) Acquisition of engineering and manufacturing development, management support, or operational system development, as defined in 235.001; or